**CCMA**

**TMX – PTM- Advisory Council**

**March 25, 2020 – 11:00 AM Eastern/8:00 AM Pacific**

**Agenda**

1. ***Introductions***
2. ***Review and approve the Minutes of the meeting held on February 27, 2020***
3. ***Update/Discussion on***
   1. ***CDS Rebates – update***
4. ***Oversight Committee and Project Update***
   1. ***Technical Specifications***
   2. ***Project Status***
   3. ***Working Group Discussion***
5. ***Questions***
6. ***Next Meeting March 25, 2020 at 11:00 AM ET***

**TMX – Post Trade Modernization program - Advisory Council**

**(PTM- AC)**

**February 27, 2020 –** **Minutes**

1. ***Introductions***

Keith Evans of CCMA welcomed all to the meeting of the CCMA Post Trade Modernization program Advisory Council (PTM-AC). He asked that all members email their attendance at this meeting.

1. ***Review/Approve the Minutes from the January 29, 2020 meeting***

Keith reported that the Minutes from the last meeting, held on January 29, 2020 were distributed with the meeting package. There were no additions, subtractions or corrections requested by members, therefore the minutes of the meeting were approved as presented.

1. ***Update/Discussion on the overall project***
   1. ***CDS Rebate Phase Out Update.***

Keith reported that CDS rebate elimination proposal was still in the public comment period. The original deadline date for submissions was February 18th. A few firms had requested some additional time and March 3rd is the new deadline date. Keith said that there is currently six comments letters submitted and posted to the OSC website. The goal going forward is for CDS to respond to the letters by identifying ‘Themes’ and then addressing the themes. This should be done by the end of March, but there is no definitive date by which this is to be concluded.

There was a general discussion on the submissions and it was agreed that we would wait until after CDS addresses the issues identified. Keith agreed to add this t the agenda of our next meeting.

1. ***PTM program Update***
2. Keith reported that the Payments Canada project (to replace the LVTS system), which will potentially conflict with the PTM program (in terms of implementation timelines at the end of 2021) is on the agenda of the next Oversight Committee meeting, to be held later today. Keith agreed to update the Advisory Council at the next meeting.

In terms of the PTM program, Keith indicated that CDS currently released three sets of ‘Change Assessment Documents, and all but one document (Technical Specification) are now in the hands of the industry.

CDS has held three industry Working Group meetings, which will allow industry members ask questions to better understand the changes being proposed by CDS. Keith suggested that ALL industry members should be reviewing these documents, and attending ALL Working Group meetings. This will ensure that everyone is as informed as possible.

There was a lengthy discussion on the initial meetings held by CDS. The two main concerns, so far, is that CDS is not providing enough context about how the new system will function. While the individual changes are easy enough to understand, the overall picture on a function-by-function basis is needed to be able to put all of the information into context.

The second issue is the new proposed settlement process to replace the existing Batch Net Settlement (BNS) process. The current BNS nets all CNS transactions together with all TFT transaction prior to commencing the settlement of any transaction. This reduces to the smallest quantity possible for each security. The new process will split CNS and TFT transactions, so that CDS will settle CNS transactions first, followed by the TFT transactions. This will continue until no more transactions can be settled. While the industry believes that this can be as efficient as BNS, in terms of the settlement of transactions, the industry is very concerned that their costs will be significantly higher, in terms of ‘Cap’ and ‘ACV’ requirements. This is an issue that will require more discussion between the industry and CDS at the Working group meetings before any conclusions can be drawn.

**POST MEETING NOTE**: The sequence of settling trades in the new system was incorrectly communicated at the meeting. The correct sequence (as documented by CDS) is TFT first, followed by CNS second). However, CDS has indicated that after testing, if CNS first followed by TFT makes more sense, then they will make that change.

1. ***Questions***

There were no additional questions.

1. ***Next Meeting***

The next meeting of the CCMA - Advisory Council is scheduled for Wednesday March 25, 2020 at 11:00 AM Eastern.

|  |  |  |
| --- | --- | --- |
| **In Attendance** | **Firm** | **Name** |
|  |  |  |
| X | CCMA | Keith Evans Chair |
|  |  |  |
|  | AMF | Aram Seye |
|  |  | Francis Coche |
|  |  | Marta Zybko |
| X |  | Veronic Boivin Pednault |
|  |  | Marie Elizabeth Lafleur |
|  |  | Tan Herman |
|  | AST Trust | Mark Cohen |
| X | Bank of Canada | Christian Belisle |
|  |  | Benoit Genest |
|  |  | Fuwad Siddiqi |
|  |  | Andre Usche |
|  |  | Danika Cheff |
|  | BBS | Deborah Carlyle |
| X | BCSC | Eric Thong |
|  | BLC | Sylvain Morissette |
| X | BMO | Brett Rattle |
|  |  | Keri Peacock |
| X |  | Kal Kawfik |
|  | Broadridge | Mary-Beth Law |
|  |  | Doug Gifford |
|  |  | Angie Fernando |
|  |  | Sahil Duggal |
|  | Canaccord | John Coyle |
|  |  | Sheera Badial |
| X |  | Brenda McIntyre |
| X |  | Simon Witney |
| X | Casgrain | Pierre Mital |
|  | CDS | Anne Fiddes |
|  |  | Johann Lochner |
|  |  | Daniel Farley |
|  |  | Paul Barbara |
|  |  | Fiesal Abrahim |
|  |  | Margaret Reid |
|  |  | Laura Ellick |
|  |  | Dion Singh |
|  |  | Greg Sutton |
| X |  | Joseph Chau |
|  |  | Lucy Mullins |
|  |  | Paula Barnes |
|  |  | Cathy Trombino |
|  |  | Anna Guercio |
|  |  | Sergio Zanga |
|  | CETFA | Pat Dunwoody |
|  | CGI | Steven Dulhanty |
|  | CIBC | Narry Teemal |
|  | CIBC Mellon | Carol Revoredo |
|  |  | Sandeep Bindra |
|  |  | Lindy Van Der Wagen |
| X |  | Louis Lesnika |
|  | Computershare | Donna McLaughlin |
|  |  | Lara Donaldson |
|  | Credit Suisse | Wayne Cowel |
|  |  | Sam Farrell |
|  | Edward Jones | Paul Camarata |
|  |  | Danielle Thebodo |
|  |  | Brandon Wong |
|  | ETC | Dianne Graham |
|  | ETF | Nathan Picard |
|  | E&Y | Jennifer Liu |
|  | Fidelity | Stephanie Leblanc-Mchenry |
|  |  | Rob Argue |
|  |  | Carole Perrault |
| X |  | Peter Burns |
|  |  | John Little |
| X |  | Tricia Vargo |
| X | GMP/RF | Joe Riga |
| X |  | Steve Adams |
|  | Haywood | Peter Virvilis |
|  | IBM | Andrew Ledbury |
|  | IIROC | Marsha Gerhart |
|  |  | Catherine Drennan |
|  |  | Answerd Ramcharan |
|  | Leede/Jones | Jim Dale |
|  |  | Lynn Higgins |
| X | National Bank | Nelson Dugre-Sasseville |
|  | Northern Trust | Domenic Sgambelluri |
|  | OSC | Emily Sutlic |
|  |  | Aaron Ferguson |
|  |  | Cosmin Cazan |
| X |  | Frank Lacroce |
|  |  | Jarrod Smith |
|  |  | Rezarte Vukatana |
|  |  | Youssef Sekal |
| X | Paramax | Gary Stephenson |
|  |  | Allyn Howe |
|  | Pershing | Scott Reifer |
|  | PWC | Tony Kalvik |
|  | RBC-IS | David Moore |
| X |  | Doug Allard |
|  |  | Kerry Phippen |
| X |  | Allan Tonner |
|  |  | Jill Morrison |
|  | RBC-WM | Jason O’Born |
|  | Scotiabank | Mike Bieley |
| X | SS&C | Paul Skuriat |
| X | Statestreet | Denny Mendoca |
|  |  | Robert Bauer |
|  |  | Adam Forsythe |
|  |  | Adrian Chicayah |
|  |  | Nathan Picard |
|  | TD Bank | Michael Kenney |
|  |  | Geoff Baxter |
| X |  | Kevin Fraites |
|  |  | Gustavo Garcia-Herreros |
|  |  | Tracey Randell |
|  |  | Rob Candido |
|  | Consultant | Dave O’Marra |
| X |  | Barb Amsden |
|  |  | Laurie Clark |
| X |  | Howard Bayne |
|  |  | Dan Brennan |